



Economic Overview And Outlook: Virginia

JOBS

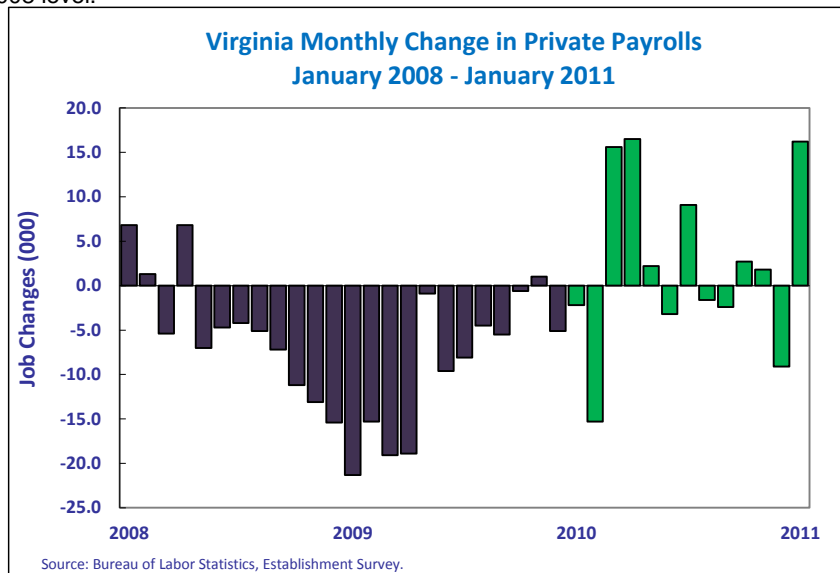
- In January, the private sector gained jobs nationwide for 11 consecutive months.
- The President's Council of Economic Advisers estimates that investments made through the Recovery Act have boosted employment in Virginia by 76,000 jobs through the 3rd quarter of 2010.
- In Virginia, private sector employment fell by 6.2 percent from January 2008 to February 2010. Since February 2010, private sector employment has grown by 1.7 percent.
- In Virginia, employees in the construction, manufacturing, and information services sectors faced the largest job losses (as a percent of employment within an industry) over the recession. Since the beginning of 2010, the following sectors in Virginia have experienced the greatest employment increases: mining; professional and business services; and trade, transportation and utilities.*
- As the economy recovers from the Great Recession, service-providing industries are projected to add the most jobs between 2008 and 2018, with the largest gains in professional and business services, education, health care and social assistance, and State and local government. Within the goods-producing sector of the economy, only the construction industry is projected to add jobs above its 2008 level.

EMPLOYMENT

- The unemployment rate in Virginia was 6.5 percent in January 2011, up 3.2 percentage points from December 2007, but down from its most recent peak of 7.2 percent reached in February 2010.
- 273,000 Virginia residents were counted among the unemployed in Virginia during January 2011.

EARNINGS

- Between the start of the recession in the 4th quarter of 2007 and the 3rd quarter of 2009, inflation-adjusted total personal income in the United States declined 2.2 percent. Most recently, in the 3rd quarter of 2010, total personal income is 0.2 percent below its 4th quarter of 2007 level.



- Real per capita personal income (in 2005 \$) in Virginia was \$40,579.80 in the 3rd quarter of 2010, down from \$40,671.60 in the 3rd quarter of 2008.

HOUSING

- National home prices, including distressed sales, saw a decrease of 5.7 percent in January 2011 from January 2010 compared to a 4.7 percent decrease in December. In Virginia, home prices saw a decrease of 4.6 percent in January 2011 from January 2010 following December's year over year decrease of 0.9 percent.
- The median price of single-family homes in Virginia was \$229,420 in the second quarter of 2010, compared to \$180,176 nationwide.
- As of the 4th quarter of 2010, 2.0 percent of all mortgages, including 8.7 percent of subprime mortgages, were in foreclosure in Virginia.
- Housing starts in Virginia totaled 25,900 units (seasonally adjusted annual rate) in January 2011, an increase of 103.9 percent from December.
- Within the South census region, which includes Virginia, sales of new single-family homes totaled 143,000 units in January 2011, a decrease of 12.8 percent from December. Sales of existing single-family homes increased 2.9 percent to 1,790,000 units (at seasonally adjusted annual rates) from December to January 2011.

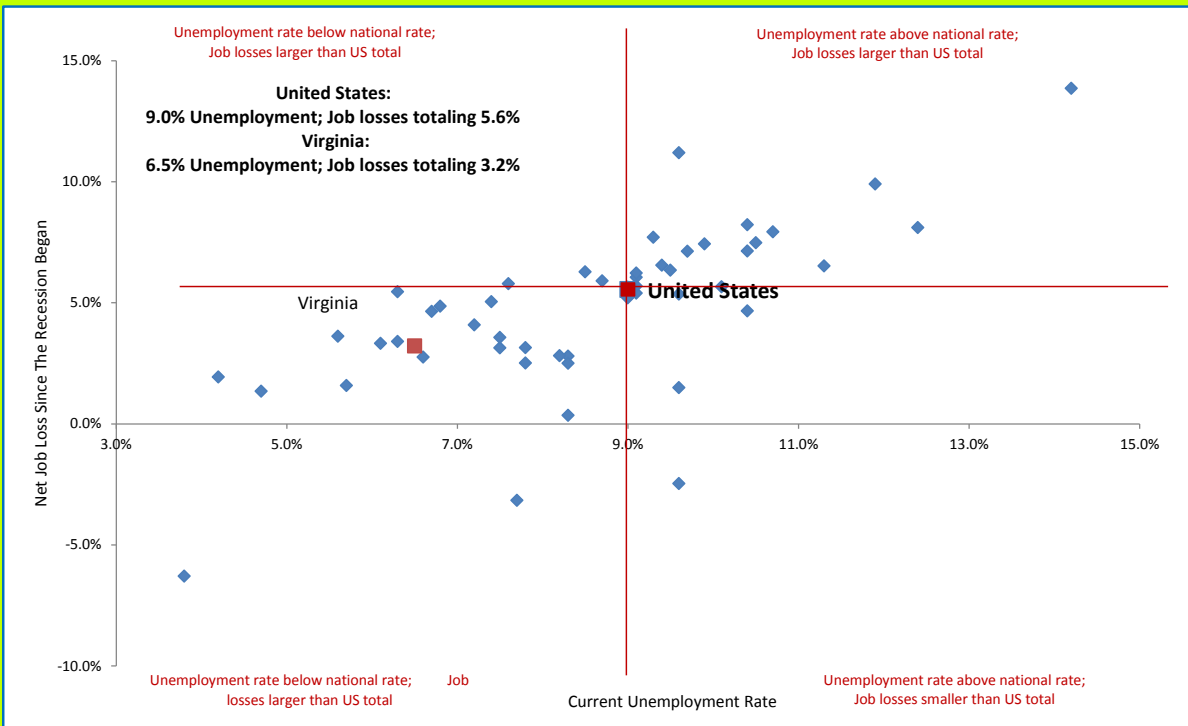
* For Virginia-specific labor sector statistics, please refer to the Virginia office: <http://www.vawc.virginia.gov/analyzer/default.asp>

How Does Virginia Compare To Other States?

Workers across the country were hard hit during the Great Recession. Although labor markets in many states have started recovering, employment in most states still remains below pre-recession levels. The chart below allows you to compare Virginia to other states using two metrics.

The current unemployment rate (measured along the horizontal axis) serves as a gauge of current labor market conditions faced by residents, while the proportion of jobs lost within Virginia since the start of the recession (shown along the vertical axis) measures the toll the recession took on the job supply in Virginia.

States falling in the upper right quadrant have lost a disproportionate share of jobs, relative to the total United States, and have unemployment rates higher than the national unemployment rate. States falling in the lower left quadrant have unemployment rates and job losses (or even gains) lower than the national average.



STATE QUICK FACTS

		Virginia	United States
Unemployment Rates	January 2008	3.3%	5.0%
	January 2009	5.7%	7.8%
	January 2010	7.2%	9.7%
	January 2011	6.5%	9.0%
Percent of Population Who Are Veterans	2009	9.9%	7.1%
Veterans' Unemployment Rate	2009	4.9%	8.9%
Median Household Income	2007	\$ 61,201	\$ 51,965
	(2009 \$) 2009	\$ 60,501	\$ 49,777
Poverty Rate	2007	8.6%	12.5%
	2009	10.7%	14.3%
No Health Insurance	2007	14.8%	15.3%
	2009	13.0%	16.7%